Consideration of Property Liability and Casualty Insurance Renewal

☒ Action Item
☐ Report/Discussion Item

Overview

The Finance Committee has reviewed and recommends the following renewals on the district's property and general liability insurances. The following changes are recommended:

Property and General Liability Insurance	Automobile Fleet Insurance
• Continue coverage with America First through the Naught-Naught Agency • Increase wind and hail deductible to $1,000,000 as required by provider with a buy-back of that deductible to $250,000 • Addition of $500,000 ov coverage for violent response coverage	• Continue coverage with State Farm Insurance • Renew current policy and implement cost containment policies and procedures

Fiscal Impact and Funding Source

The required deductible change will increase the out-of-pocket costs of the district by $250,000 in the event of a significant wind/hail weather event. Additionally, it will increase the annual cost of insurance for these coverages by $246,154. The current year operating budget will have to be amended to increase this budget line by $190,000 to cover the increased cost.

Recommendation

It is the recommendation of the finance Committee and the administration that, at its meeting on September 9, 2013, the Board of Education accept the recommendations as presented.

Materials Preparation and Inquiries

This item was prepared by Linda D. Quinley, Chief Financial Officer and Board of Education Treasurer. Inquiries about these materials or requests for additional information pertaining to this item should be directed to Ms. Quinley (214-3702).